

### Wheat Domestic Fundamentals:

**All India average monthly price for wheat increased by 5.23 percent from Rs 1700.01 (in May) to Rs 1788.95 per qtl in June-2016** due to subdued arrivals, active buying by private trades and decision to continue import duty. Average price (June) is higher by 8.52 percent from the price (Rs 1648.45 per qtl.) registered in June-2015. Festive season is about to start and demand for wheat products is bound to increase. Higher demand in 2<sup>nd</sup> & 3rd quarters generally lends support to cash market fundamental. However, continuous release (likely as usual) from July for OMSS through auction would restrict one way uptrend.

**Wheat stock in central pool was registered at 326.38 lakh tonne on 1<sup>st</sup> June, 2016.** The highest quantity (245.16 lakh tonne) was available in north zone, followed by west zone (62.13 lakh tonne). The eastern zone has the lowest quantity (0.57 lakh tonne). Around 4.86 lakh tonne wheat was still lying in mandis.

**Reserve price for bulk sale is Rs 1640 per qtl. and for dedicated movement** sale reserve price will be calculated after adding handling and transportation charges from FCI depot to loading in Railway Rake. Weekly auction will begin from 4<sup>th</sup> July-2016 in MP region. Sale would be conducted (As is where is basis. Detailed tender form will be uploaded on every Monday on FCI website. For more information interested parties may log on to <http://fciweb.nic.in/>

**India exported 2541.75 T wheat during week ending 19 th June-2016. Average FoB price** was registered at \$281.48 per tonne. The lowest and highest quote was registered at \$259.98.& 344.29 per T. India had exported 1057.02 T wheat previous week. Export volume would remain negligible as parity is not in favor of India.

**First shipment from France/Australia is expected in July end, first in this financial year.** In the second quarter total 8 lakh tonne wheat is expected to land at south Indian port including Kerala. At current price Indian wheat FoB, if sourced from MP, Rajasthan for Kandla port, comes to \$ 275/276 per metric tonne. In INR term is Rs 18500 per tonne.

### International Market Update

**Australian Bureau of Agricultural and Resource Economics and Sciences (ABARES)** has revised its wheat production estimate for 2016-17 up from 24.4 to 25.4MMT. The new season will end on 1st July-2017. It would be the highest production after 2012-13. Higher wheat output from Australia will add pressure on global prices.

**Australia's largest wheat export market Southeast Asia is seeing robust demand growth.** In the next five years, Australia's wheat market share will shrink from around 49% to 37% whereas the market share of black sea region is expected to increase from around 8% to 18%. Currently wheat from black sea region is cheaper by \$20 to \$30 compared to Australian wheat to any major port in Southeast Asia. Major portion of the wheat going out of black sea to Southeast Asia will be used for animal feed, whereas Australia will remain the main supplier for food in Indonesia, Vietnam and Malaysia.

**Domestic market Outlook:** Wheat cash market is likely trade range bound.

Wheat Futures Contact: NCDEX Price							Date:29.06.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol.	Ch. From previous day	OI	Ch. From previous day
16-July	3	1760	1769	1752	1764	7200	1920	23625	260
16-Aug	4	1796	1800	1781	1795	7740	-720	17910	5270
16-Sep	6	1821	1824	1810	1822	470	130	1990	10

Spread	Jun-16	July-16	Aug-16	
Spot Narella				
16-July	closed			
16-Aug				
16-Sep				

Stocks	Demat	In- Process	Total	FED
	<b>28.June.16</b>	<b>28.June.16</b>	<b>28.June.16</b>	<b>27.June.16</b>
<b>Delhi</b>	1635	0	1635	1635
<b>Itarsi</b>	-	-	-	-
<b>Kanpur</b>	-	-	-	-
<b>Kota</b>	17257	0	17257	17257
<b>Rajkot</b>	-	-	-	-

**Wheat Daily Prices and Arrivals on 29.06.2016**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			29-Jun-16	28-Jun-16	
<b>Delhi</b>					
	Lawrence Road	Mill Delivery	1790	1775	15
	Narella	Mill Quality Loose	Closed	1700	-
	Nazafgarh	Mill Quality Loose	Closed	1725	-
<b>Gujarat</b>	Rajkot	Mill Delivery	1785	1780	5
	Ahmedabad	Mill Delivery	1840	1830	10
	Dhrol	Mill Quality Loose	1880	1980	-100
	Surat	Mill Delivery	1870	1870	Unch
<b>M.P.</b>	Bhopal	Mill Quality Loose	1725	1750	-25
	Indore	Mill Delivery	1860	1850	10
<b>Rajasthan</b>	Kota	Mill Quality Loose	1680	1680	Unch
		Mill Delivery	1770	1770	Unch
<b>U.P.</b>	Kanpur	Mill Delivery	NR	1675	-
	Mathura	Mill Quality Loose	1650	1655	-5
	Kosi	Mill Quality Loose	1635	1645	-10
	Hathras	Mill Quality Loose	1650	1650	Unch
	Aligarh	Mill Quality Loose	1660	1650	10
<b>Punjab</b>	Khanna	Mill Quality Loose	1610	1610	Unch
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Delivery loose	1680	1670	10
	Hodal	Mill Delivery	1770	1770	Unch
	Karnal	Mill Delivery	1685	1690	-5
	Bhiwani	Mill Quality Loose	1710	1700	10
	Panipat	Mill Quality Loose	NA	NA	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	2070	2070	Unch
	Madurai	Mill Quality	2127	2127	Unch
	Coimbatore	Mill Quality	2127	2127	Unch
<b>Bihar</b>	Muzaffarpur	Mill Delivery	1670	1670	Unch

	Khagariya	Mill Delivery	1750	1775	<b>-25</b>
<b>FOR</b>	Kandla(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			29-Jun-16	28-Jun-16	
<b>Gujarat</b>					
	Rajkot	Lokwan	2000	2000	Unch
<b>M.P.</b>	Indore	Lokwan	2200	2200	Unch
	Bhopal	Lokwan	1825	1850	<b>-25</b>
	Bina	Sarbati 306	Closed	2500	-
<b>Rajasthan</b>	Kota	LokwanBilty	1850	1850	Unch
	Baran	Lokwan	1850	1850	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			29-Jun-16	28-Jun-16	
<b>Delhi</b>					
	Lawrence Road	Mill Delivery	7000	10000	<b>-3000</b>
	Narella	Mill Quality Loose	Closed	200	-
	Nazafgarh	Mill Quality Loose	Closed	100	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	1200	1000	<b>200</b>
	Dhrol	Mill Quality Loose	6	11	<b>-5</b>
<b>M.P.</b>	Indore	Mill Quality Loose	2000	2000	Unch
<b>Rajasthan</b>	Kota	Mill Quality	3000	2500	<b>500</b>
<b>U.P.</b>	Kanpur	Mill Quality Loose	NR	9000	-
	Mathura	Mill Quality Loose	450	400	<b>50</b>
	Kosi	Mill Quality Loose	500	500	Unch
	Hathras	Mill Quality Loose	1000	450	<b>550</b>
	Aligarh	Mill Quality Loose	3500	500	<b>3000</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	500	300	<b>200</b>
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	100	50	<b>50</b>
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	600	700	<b>-100</b>
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi			29-Jun-16	28-Jun-16	Change
Atta (50kg) Ordinary			975	975	Unch
Maida Grade 1 (50KG)			1315	1315	Unch
Suji (50kg)			1365	1365	Unch

Chokar (50 kg)	735	735	Unch
Chokar (34 kg)	490	490	Unch
Chakki Atta (50kg)	1000	1000	Unch
Chakki Atta (50kg) Special	1050	1050	Unch
Chakki Atta (90kg) Superfine	1922	1922	Unch
Chakki Atta (50kg) Superfine	1060	1060	Unch

Wheat (CBOT) Future Price: 28.6.2016					
Contract Month	Open	High	Low	Close	Change
<b>Jul-16</b>	446.3	454.8	442.8	443.8	<b>-3.00</b>
<b>Sep-16</b>	458.0	467.5	456.3	457.3	<b>-1.00</b>
<b>Dec-16</b>	477.3	487.0	475.8	477.0	<b>-1.00</b>
<b>Mar-17</b>	494.0	504.8	493.8	494.8	<b>-0.75</b>
<b>May-17</b>	505.8	512.8	503.3	504.0	<b>-1.50</b>
<b>Jul-17</b>	513.0	520.0	510.5	511.0	<b>-1.75</b>

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